103D CONGRESS 2D SESSION

## H. R. 3788

To amend title II of the Social Security Act to make it clear that States and local governments may not tax social security benefits.

## IN THE HOUSE OF REPRESENTATIVES

FEBRUARY 3, 1994

Mr. Doolittle introduced the following bill; which was referred jointly to the Committees on Ways and Means and the Judiciary

## A BILL

To amend title II of the Social Security Act to make it clear that States and local governments may not tax social security benefits.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SECTION 1. CLARIFICATION THAT STATES AND LOCAL
- 4 GOVERNMENTS MAY NOT TAX SOCIAL SECU-
- 5 RITY BENEFITS.
- 6 (a) IN GENERAL.—Section 207(a) of the Social Secu-
- 7 rity Act (42 U.S.C. 407(a)) is amended by striking "sub-
- 8 ject to execution" and inserting "subject to taxation by
- 9 any State or local government, or to execution".

- 1 (b) Conforming Amendment.—Section 207(b) of
- 2 such Act (42 U.S.C. 407(b)) is amended by striking "ex-
- 3 cept to the extent that it does so by express reference to
- 4 this section" and inserting ", except that a law of the
- 5 United States may be construed to limit, supersede, or
- 6 modify such provisions for purposes of Federal taxation
- 7 to the extent that it does so by express reference to this
- 8 section".

## 9 SEC. 2. EFFECTIVE DATE.

- The amendments made by section 1 shall apply with
- 11 respect to moneys paid or payable and rights existing
- 12 under title II of the Social Security Act on or after the
- 13 date of the enactment of this Act.

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